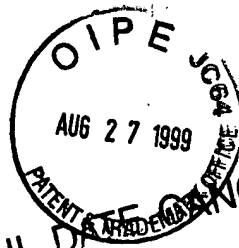


22. AUG. 2001 14:17

AND ASSOCIATES

NO. 852 P. 3



MAIL DATED CANCELLED  
Solar Energy Systems

Pty Ltd

(ACN 084 656 691)

and

Bruno Wittwer

**AGREEMENT**

THIS AGREEMENT is made on the 22nd day of January 1999

BETWEEN

Solar Energy Systems Pty Ltd (ACN 084 656 691) of Unit 3, 81 Guthrie Street Osborne Park Western Australia, 6017 ("SES")

AND

Bruno Wittwer of 9 Newborough Street, Scarborough, Western Australia, 6019 ("Wittwer")

WHEREAS

- A. Wittwer is the sole owner of a business that operates in the water pumping and solar energy sectors and trading under the registered business name of BW Solar.
- B. Wittwer has specific knowledge and skills useful for the development of products related to solar energy, water pumping and other areas.
- C. SES has been recently incorporated with the view to developing a business which can utilise the products developed by Wittwer and wishes to purchase the BW Solar Business and form an association with Wittwer to develop such business and products.
- D. The parties wish to record the formal terms and conditions of such acquisition and association.

THE PARTIES AGREE as follows:

1. INTERPRETATION

In this Agreement, unless the context otherwise requires:

- 1.1 The following words or phrases have the meanings assigned to them as follows:

Agreement means this agreement as amended, supplemented or varied from time to time;

Associate means

- (i) with respect to an entity any entity in which any party or any Related Body Corporate has a substantial shareholding (as defined in the Corporations Law, of Australia); and
- (ii) with respect to a natural person any entity controlled by that person or any trust or superannuation fund established for the benefit of the person;

Business Name means the registered business name B/W Solar (WA 0087139J)

BW Solar Business means the solar energy and water pumping business developed by Wittwer and trading as BW Solar including, but not limited to, all patents and other intellectual property, stock, plant, goodwill and licences but does not include the Business Name;

BW Solar Royalty means a royalty payable at the rate of twenty five percent (25%) on all Licensing Revenues in respect of the BW Solar Royalty Items except the items the subject of the Conlog Royalty;

**BW Solar Royalty Items** means the products developed as part of the BW Solar Business and listed in Schedule 1 or any other items developed by Wittwer prior to Effective Date and formally agreed to by the Company;

**Cash Component** means one hundred thousand dollars (\$100,000);

**Company** means Solar Energy Systems Pty Ltd (ACN 084 656 691) and to the extent that the contexts permits it includes any Related Corporation;

**Conlog Royalty** means a royalty payable at the rate of twenty five percent (25%) on all Licensing Revenues in respect of the BW Solar Royalty Items derived from Conlog Ltd or any Associate or any other member of the Log-Tek Group of South Africa and a royalty payable at the rate of twenty percent (20%) on all Licensing Revenues in respect of the SES Royalty Items derived from Conlog Ltd or any Associate or any other member of the Log-Tek Group of South Africa;

**Consideration** means the Cash Component plus the Share Component;

**Contract Period** means the period of 5 years from the Execution Date;

**Effective Date** means 8 January 1999;

**Encumbrance** includes any mortgage, pledge, charge, lien, assignment, hypothecation, security interest, title retention, preferential right or trust arrangement and any other security agreement or arrangement of any kind given by way of security;

**Execution Date** means the date that this agreement is executed;

**Information** means Wittwer's special knowledge and skills with regard to the development, marketing and installation of products in the solar energy and water pumping fields;

**Licensing Revenues** means:

- (i) in respect of the Company - all revenues received by the Company from licensing and royalty agreements for the manufacture and sale of products acquired or developed by the Company less all costs (whether direct or indirect) incurred by the Company in establishing or maintaining the relevant licensing agreement and royalty, which costs in any event shall not exceed 10% of such revenues (eg. If the revenues are \$100, the costs shall not exceed \$10); and
- (ii) in respect of an assignee, other than a Related Corporation (which shall have the same meaning as in (i)) - all revenues received by the assignee from the manufacture and sale of products produced using the intellectual property acquired by the assignee from the Company less all costs (whether direct or indirect) incurred by the assignee in maintaining the intellectual property rights or further developing the product, which costs in any event shall not exceed 10% of such revenues;

**Notification of Product Development** means a notice given by Wittwer to the Company containing the name and detailed description of a product that he wishes to be added as a SES Royalty Item (or BW Solar Royalty Item) pursuant to clause 5, in the general form contained in Schedule 2.

**Related Corporation** has the meaning given to "Related Body Corporate" in the Corporations Law;

**Relevant Net Profits** means the net profits derived by the company;

**Service Options** means options where each option gives the holder the right to acquire one fully paid share in the Company by a date and upon terms as are to be agreed;

**SES Royalty** means a royalty payable at the rate of twenty percent (20%) on all Licensing Revenues in respect of the SES Royalty Items except those the subject of the Conlog Royalty;

**SES Royalty Items** means the products developed by Wittwer while an employee or consultant to the Company pursuant to this Agreement and acknowledged as such by the Company pursuant to clause 5.3;

**Settlement Date** means the date 7 days after the latter of the Effective Date and the Execution Date;

**Share Component** means two million (2,000,000) ordinary fully paid shares in the Company issued at a nominal consideration of one (1) cent per share;

**Wittwer Interests** means each of the BW Solar Royalty, SES Royalty, the Conlog Royalty and the Wittwer NPI; and **Wittwer Interest** means one or more of the Wittwer Interests which is being disposed or assigned pursuant to clause 8;

**Wittwer NPI** means seven and one half percent (7.5%) of the Relevant Net Profits.

- 1.2 (a) part and clause headings do not affect the interpretation of this agreement and a reference to parts, clauses and paragraphs is a reference to parts, clauses and paragraphs in this agreement;
- (b) a reference to an Act of a Parliament includes regulations, rules, by-laws and orders made under that Act, and a reference to an Act of a Parliament includes a reference to an amendment, re-enactment, variation or extension of it;
- (c) a reference to a document includes a reference to that document as amended, varied, supplemented or replaced from time to time;
- (d) words indicating the singular include the plural and vice versa, expressions indicating natural persons include a company, corporation or other body corporate, partnership, joint venture, association and a governmental agency;
- (e) a reference to a party includes that party's executors, administrators, successors, substitutes and assigns, including a person taking by way of novation;
- (f) the word person includes a firm, body corporate, an unincorporated association or a governmental agency;
- (g) reference to a monetary amount is a reference to Australian dollars; and
- (h) where the day on or by which a matter or thing is to be done is not a Business Day, that matter or thing must be done on or by the next Business Day.

## 2.0 PURCHASE OF BW SOLAR BUSINESS AND INTELLECTUAL PROPERTY

- 2.1 The Company agrees to purchase and Wittwer agrees to sell the BW Solar Business as and from

the Effective Date.

- 2.2 Wittwer agrees to the covenants and restraints contained in this Agreement and acknowledges them to be reasonable.
- 2.3 The consideration payable by the Company for the purchase of the BW Solar Business and the restraints and covenants contained in this Agreement shall be the Consideration together with the Wittwer Interests.
- 2.4 The Share Component of the Consideration shall be issued by the Company on the Settlement Date.
- 2.5 Wittwer agrees to be bound by the Company's Constitution and by this agreement declines to participate in any shares offered by the Company for a period of 6 months from the Execution Date other than a right to participate in subscription of up to 200,000 shares at an issue price of five cents. Wittwer acknowledges that he, or the assignee or purchaser of his shares, may be required to escrow some or all of the shares issued to him upon the Company applying for listing on the Australian Stock Exchange Limited or any other recognised stock exchange. Wittwer agrees to enter into any necessary agreements or sign any documents required under the listing rules of such stock exchange in order for the Company to obtain any such listing. In addition to any rules relating to the transfer of shares contained in the Constitution and Articles of the Company, Wittwer further agrees not to sell or assign his shares until such time as the purchaser or assignee provides a similar undertaking to the Company. Wittwer hereby acknowledges that the directors of the Company shall not be obliged to register any such transfer until such undertaking is provided.
- 2.6 The Cash Component of the consideration shall be payable with the first \$25,000 being payable on the Settlement Date, a further \$25,000 being payable at the same time on the condition that, in the directors of the company's sole opinion this does not adversely affect the financial situation of the company, and if this is the case, within three months of the Settlement Date. The remaining balance of \$50,000 shall be payable by 30 June 1999, subject to clauses 2.7 and 9.
- 2.7 The Company shall (within 7 days of a capital raising) advise Wittwer when the funds received from capital raisings exceed \$500,000 in which case Wittwer shall, for a period of 30 days, be entitled to make a once off election to be paid such of the Cash Component of the Consideration that has not already been paid to him. If Wittwer makes such election the Company shall pay such sum to him within 7 days.
- 2.8 Wittwer hereby assigns to the Company with effect from the Effective Date all of Wittwer's right title and interest in the BW Solar Business free of any Encumbrance or third party interest.
- 3.0 ADJUSTMENTS AND CUT-OFFS
- 3.1 As close as possible to the Effective Date the Company and Wittwer shall conduct a stock take for the purpose of determining the level of stock owned by Wittwer and to be acquired by the Company from the Effective Date. The Company shall pay Wittwer, within 21 days of the Effective Date, for the stock (at cost or other agreed value), up to the value of \$30,000.
- 3.2 (a) All orders placed for BW Solar products not completed on the Effective Date will be

transferred to the Company and any revenue derived therefrom, including any deposits shall become the property of the Company.

- (b) All revenue and cash received in respect of BW Solar products and stock items sold and shipped before the Effective Date shall be for the account of Wittwer.
- (c) Stock relating to the future sales of the company purchased but not paid for by the Effective Date by Wittwer shall be paid for by the company. Wittwer shall be responsible for all other costs relating to goods or services purchased and received in connection with the BW Solar Business prior to the Effective Date
- (d) The Company shall be responsible for all cost and expenses in respect of goods and services procured after the Effective Date. The Company shall also be responsible for the cost of all stock it receives and accepts after the date of the stocktake.

#### 4.0 PRODUCT AND PRIOR LIABILITIES

- 4.1 Wittwer warrants that he is not aware of any defects with the products manufactured, installed or sold by the BW Solar Business and he is not aware of any current or pending claims, actions, law suits or the like in respect of the BW Solar Business.
- 4.2 Wittwer acknowledges that he shall remain solely responsible and liable for any claims in respect of products sold by the BW Solar Business prior to the Effective Date and agrees to indemnify the Company and keep the Company indemnified against all claims, damages, fines and costs relating to, or that arise out of, the operations of the BW Solar Business prior to the Effective Date.
- 4.3 SES acknowledges that it shall remain solely responsible and liable for any claims in respect of products sold by the SES after the Effective Date and agrees to indemnify Wittwer and keep Wittwer indemnified against all claims, damages, fines and costs relating to, or that arise out of, the operations of SES after the Effective Date.
- 4.4 SES shall be responsible and liable for any claims and warranties relating to the air liquid pump and in particular SES shall assume responsible for the potential agreed commissions payable to Ross Poultney of approximately \$50 per unit sold in Australia.

#### 5.0 WITTWER INTERESTS

- 5.1 Wittwer shall be entitled to be paid the BW Solar Royalty where the Company enters into licensing and/or royalty agreements for the manufacture of products developed by Wittwer while operating the BW Solar Business.
- 5.2 Wittwer shall be entitled to be paid the SES Royalty where the Company enters into licensing and/or royalty agreements for the manufacture of products developed by Wittwer while an employee or consultant to the Company pursuant to this Agreement and acknowledged as such by the Company pursuant to clause 5.3.

5.3.1 Should Wittwer develop a product while an employee or consultant to the Company pursuant to this Agreement which he wishes to be subject to the SES Royalty he shall lodge a Notification of Product Development Notification

5.3.2 While Wittwer is an employee or consultant to the Company, the Company shall notify Wittwer

*Comp advise Brinc within 14 days of entering or prior to licensing*  
of any product not already a SES Royalty Item or BW Solar Royalty Item that the Company moves to protect through any intellectual property mechanism or otherwise intends to licence to a third party for manufacture. Such notification shall be given within 14 days of the lodgment of the intellectual property protection application with the relevant authority, or prior to entering into an agreement for such manufacture.

*Brinc to lodge a NOPD within 30 days*  
5.3.3 Wittwer agrees that the Company will not be obliged to pay the SES Royalty in respect of any product developed by Wittwer where such Notification of Product Development is not lodged within 30 days of notice required by 5.3.2 being given to Wittwer or within 60 days of Wittwer ceasing to be an employee or consultant of the Company.

*Comp has 30 days to accept this*  
5.3.4 The Company shall have a period of 30 days in which to accept the product contained in the Notification of Product Development as having been developed by Wittwer or to reject it. The Company shall notify Wittwer of the Company's acceptance or otherwise of the product being a valid SES Royalty Item (or BW Solar Royalty Item), and if the Company fails to give such notification the product contained in a validly delivered Notification of Product Development shall be deemed to have been accepted as a valid SES Royalty Item (or BW Solar Royalty Item).

5.3.5 Should the Company and Wittwer dispute whether a particular product is an eligible SES Royalty Item or BW Solar Royalty Item, the parties shall use their best endeavours to resolve the dispute as quickly as possible and until such time as the dispute is resolved any Licensing Revenue shall be held in a trust account. Should the parties not resolve the dispute, or have it determined by recourse to legal proceedings, within 15 years the Licensing Revenue held on trust and all future royalties relating to the product shall revert to the Company, once it has paid all reasonable costs of Wittwer in trying to resolve the dispute.

5.4 At the end of the Contract Period Wittwer and the Company shall negotiate in good faith as to whether Wittwer shall continue to receive the SES Royalty, the Conlog Royalty and the BW Solar Royalty or in substitution the Wittwer NPI. If the parties do not reach agreement within 90 days of the end of the Contract Period the greater of the Wittwer NPI and the sum of the SES Royalty, the Conlog Royalty and the BW Solar Royalty shall be held in a trust account. Should the parties not resolve the dispute, or have it determined by recourse to legal proceedings, within 15 years the amount held on trust shall revert to the Company, once it has paid all reasonable costs of Wittwer in trying to resolve the dispute.

5.5 Wittwer shall be paid the Conlog Royalty.

5.6 If the Company seeks a listing on a recognised Stock Exchange and if required by the Company, Wittwer agrees (at Wittwer's election) to either:

- (i) retain the BW Solar Royalty, SES Royalty and Conlog Royalty and forfeit any future entitlement to the Wittwer NPI; or
- (j) convert (whichever is operative of) the BW Solar Royalty, SES Royalty and Conlog Royalty, or the Wittwer NPI to such number of shares in the Company as shall be agreed, and in default of agreement to 7.5% of the proposed issued capital for the Company immediately after listing.

5.7 The BW Solar Royalty, Conlog Royalty and SES Royalty shall be paid to Wittwer within 21 days of receipt by the Company. The Wittwer NPI (if operative) shall be paid to Wittwer within 60 days of the end of each financial year

6.0 CONFIDENTIALITY AND INTELLECTUAL PROPERTY OWNERSHIP

- 6.1 (a) As at the date of this Agreement and during the currency of this Agreement Wittwer shall make exclusively available to the Company all of the Information.
- (b) Wittwer covenants with the Company that both during the continuance and after the termination of this Agreement he shall keep entirely secret and confidential and shall not directly or indirectly use, divulge or communicate to any person any of the Information, intellectual property or other confidential information of or in relation to the BW Solar Business acquired by the Company and the ongoing business of the Company which he has obtained or developed or may receive, obtain, develop or have access to while a party to this Agreement or in the employ of the Company.
- (c) The restriction in clause 6.1(b) shall not apply to confidential information which may come into the public domain otherwise than through a breach by him of this clause 6 or which is used, divulged or communicated by him with proper authority.

6.2 The Company will be entitled to be fully informed of the results of all work done on its behalf by Wittwer and will have full and exclusive benefits of the results of such work including where applicable any intellectual property.

6.3 All intellectual property acquired by the Company pursuant to this Agreement and all intellectual property developed while Wittwer is an employee or consultant to the Company pursuant to this Agreement shall be and remain the property of the Company.

#### 7.0 EXCLUSIVE SERVICES

7.1 Unless otherwise agreed, the Company shall be entitled to the exclusive services of Wittwer for a period of 5 years from the Execution Date.

7.2 Wittwer shall be engaged as a full time employee of or consultant to the Company for a period of one year from the Execution Date and shall be paid a remuneration of \$25,000 (from 1 July 1999) and be issued free Service Options to the value of \$25,000 in respect of such period.

7.3 The Company shall negotiate a remuneration package with Wittwer at the completion of each year, which shall be a minimum of \$50,000 per annum from the commencement of the second year.

7.4 In the event that the Company is not able to offer or pay Wittwer the full remuneration package referred to in clause 7.3, the Company shall not be obliged to employ Wittwer on a full time basis and if Wittwer is employed on a part time basis Wittwer shall be entitled to supplement his income through other work that does not compete with the business of the Company.

7.5 The Company will reimburse Wittwer all reasonable work related expenses incurred with the knowledge of the Company or in accordance with Company guidelines.

7.6 To ensure Wittwer's availability as specified in clause 7.1 Wittwer shall not, without the prior written consent of the board of the Company:

- (a) work (or render service of any sort) in any capacity to or for the benefit of any firm, person or company that conflicts or competes with or works in the same or similar industry as the Company;



- (b) accept a directorship (whether executive, working or otherwise) of any entity, other than a company established for the purpose of furthering the financial well being of the Wittwer's immediate family and provided such company does not conflict or compete with the Company or operate in the same or similar industry to the Company;
- (c) enter into partnership (whether as active partner or otherwise) that conflicts with or competes with the Company;
- (d) own, conduct or transact any business, private investment or private property transactions that conflict with or compete with the Company.

## 8.0 ASSIGNMENT

- 8.1 Subject to the Constitution of the Company, clause 2.3, and any other applicable regulations Wittwer shall be able to freely assign the Share Component, the Service Options and the Cash Component.
- 8.2 Wittwer grants to the Company a right of first offer over each of the Wittwer Interests as follows:
  - (a) if Wittwer wishes to dispose of one or all of the Wittwer Interests he shall give the Company a notice advising that he wishes to dispose of the same and advising the price he wishes to sell such Wittwer Interest for and give the Company a period of no less than 60 days in which to elect as to whether or not it wishes to purchase the Wittwer Interest at the price specified;
  - (b) if the Company elects to purchase the Wittwer Interest offered they shall be obliged to do so and settle within 14 days of the date of such election;
  - (c) if the Company elects not to acquire the Wittwer Interest being offered or makes no election, then Wittwer shall be free to sell the Wittwer Interest at a price not less than that offered to the Company for a period of 120 days;
  - (d) should Wittwer not be able to dispose of the Wittwer Interest within the period of 120 days specified in 8.2(c) or if Wittwer wishes to dispose of the Wittwer Interest at a price less than that specified in the notice in 8.2(a) then Wittwer shall again be obliged to comply with the provisions of clauses 8.2(a) to 8.2(c) before proceeding;
- 8.3 Clause 8.2 shall not prevent the assignment of one or all of the Wittwer Interests to an Associate of Wittwer provided that such Associate first enters into an agreement to be bound by the provisions of clause 8.2 in respect of any subsequent disposal or assignment.
- 8.4 The Company shall be free to sell or assign any intellectual property, subject only to the assignee entering into a deed acknowledging the obligation to pay either the BW Solar Royalty, the SES Royalty or the Conlog Royalty (as the case may be) to Wittwer.

## 9.0 TERMINATION

- 9.1 If prior to the making of the last payment due in respect of the Cash Component of the Consideration (and adjustments pursuant to clause 3) in the Company's sole opinion the BW Solar Business acquired by the Company proves not to be viable then the Company may terminate this Agreement on 7 days notice to Wittwer. Upon such termination the balance of the Cash Component together with any adjustments pursuant to clause 3 still outstanding, shall at Wittwer's election either remain payable to Wittwer or be satisfied in full by the transfer to

Wittwer of all intellectual property acquired by the Company at the time of acquiring the BW Solar Business. If Wittwer fails to make such election within 21 days of being asked to do so by the Company or the receivers liquidators or administrators (as the case may be), then the debt shall remain outstanding and the Company, receivers, liquidators or administrators may elect to sell all intellectual property to the highest bidder, subject to clause 8.4, in order to satisfy any outstanding liabilities. Any stock which the Company holds upon such termination may be purchased by Wittwer for a price equal to the cost to the Company

- 9.2 If either party shall at any time fail or neglect duly to perform or observe any of the covenants conditions or agreements herein contained or implied and such default shall continue for 14 days after notice thereof shall have been given to the other party or if either party shall become subject to or take advantage of any law relating to bankruptcy or insolvency THEN and in any such case it shall be lawful for the other party to terminate this Agreement by notice in writing to the defaulting party without prejudice to the right of action or remedy of the non defaulting party in respect of any antecedent breach of any of the covenants by the defaulting party.
- 9.3 For the avoidance of doubt, any purchaser or assignee of the intellectual property for the BW Solar Items or the SES Royalty Items, other than Wittwer and even in liquidation, shall be liable to Wittwer for the BW Solar Royalty, SES Royalty and Conlog Royalty as is applicable to the property sold and each assignee pursuant to clause 8.4 shall remain liable to pay each such royalty as is applicable following termination of this agreement.

## 10 NOTICES

- 10.1 Any notice or other communication including, but not limited to, any request, demand, consent or approval, to or by a party to this Agreement:
- (a) must be in legible writing addressed to the person to whom it is to be given and:
    - (1) delivered;
    - (2) sent by pre-paid mail; or
    - (3) transmitted by facsimile transmission,to that person's address as specified in clause 10.2 or such other addresses as are notified to the other party from time to time;
  - (b) must be signed by the party sending the notice and in the case of a body corporate by an officer or under the common seal;
  - (c) is regarded as being given by the sender and received by the addressee:
    - (1) if by delivery in person, when delivered to the addressee;
    - (2) if by post, 2 Business Days from and including the date of postage; or
    - (3) if by facsimile transmission, on receipt of a transmission report confirming successful transmission unless the addressee advises the sender within 24 hours from the time stated in the transmission report that the facsimile has not been legibly received,but if the delivery or receipt is on a day which is not a Business Day or is after 4.00 pm (addressee's time) it is regarded as received at 9.00 am on the following Business Day; and
  - (d) can be relied upon by the addressee and the addressee is not liable to any other person for any consequences of that reliance if the addressee believes it to be genuine, correct and authorised by the sender.

## 10.2 Addresses for notices for the parties are:

In the case of Wittwer: Bruno Wittwer  
9 Newborough Rd  
Scarborough, Western Australia, 6019  
Fax: (08) 9341 8711

In the case of the Company: Solar Energy Systems Pty Ltd  
Unit 3  
81 Guthrie Street  
Osborne Park, Western Australia, 6017  
Fax: (08) 9204 151911. GOVERNING LAW

11.1 This deed is governed by the laws of Western Australia.

11.2 Each party irrevocably and unconditionally:

- (1) submits and accepts the non-exclusive jurisdiction of the courts of Western Australia; and
- (2) waives any objection to the venue of any legal process on the basis that the process has been brought in an inconvenient forum.

## 12. SOLE AGREEMENT

12.1 This Agreement represents the entire agreement between Wittwer and the Company.

12.2 No variation of this Agreement shall be binding on either party unless contained in a document signed by or on behalf of both parties.

EXECUTED by the parties

Witness

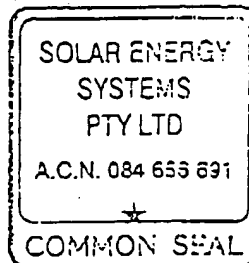
Name:

*Robert Schlegel*  
ROBERT SCHLEGEL

Address:

163 EWEN STREET  
DOUBLEVIEW  
WA 6018

The common seal of Solar Energy )  
Systems Pty Ltd was affixed in )  
accordance with its Constitution )



Director

Name:

*Anthony Marlin*  
Anthony Marlin

Director / Secretary

Name: CHRIS MIDDLETON

## Schedule 1 - BW Solar Royalty Items

The following items developed by Wittwer as part of the BW Solar Business are subject to the BW Solar Royalty:

## 1. "Sun Tracer" Tracking Systems

System, which is available in various sizes, that consists of hot dipped galvanised tracking frame that houses PV panels together with photosensitive trackers that track the sun while remaining balanced in all positions. The units return to the horizontal position after sunset. The unit's main advantage is that it increases the output of existing solar panels by 30-40% for power storage and 50-60% for water pumping applications.

Design Protection 3769/1998

Provisional Patent pp7209

Trademark Application No 779385

## 2. Sun Tracer Controls

STC 40C + Senser Unit. STC 124B + Sep Battery Charger

Design Protection 3771/1998

## 3. Power Maximiser

with or Without Level Monitor

Trademark Application No 779382

## 4. Level Monitor

as 12V or 240V Unit or Combined

## 5. Poly Piston Pumps

(Transfer or bore pump 2", 3" +4")

Design Protection 3587/1998

Provisional Patent pp7013

Trademark Application No 779386

## 6. Universal Pump Drive

(Hand, Solar or 240 V)

Design Protection 3768/1998

Provisional Patent pp7390

Trademark Application No 779383

## 7. The Tall Pump Drive

Solar, 240V or Combustion Engine)

Design Protection 3770/1998

Trademark Application No 779384

## 8. H2O Air Pump (also known as the Air Liquid Poly Pump)

Air operated plastic pump with no moving parts which is non corrosive. Suited for pumping salt water.

Provisional Patent pp7389

Trademark Application No 779381

## 9. Air Pump Controller

with Solenoid Valves

Design Protection 3772/1998

Solar powered electronic controller to operate the Air Liquid Poly Pump

# Solar Energy Systems

LTD

Bruno Wittwer  
21 Southbourne St  
Scarborough WA 6019

Dear Bruno,

Re: Patent Application Documents for Signing.

In relation to the attached New Patent Application documents for the United States of America (PCT/AU99/0992) could you please read and sign where indicated and return to Solar Energy Systems Ltd in the envelope provided.

The documents are standard for an international patent application into the United States of America. The receipt for provisional application number PP7013 is dated 10 November 1998, which is prior to the date of the Agreement between Solar Energy Systems Ltd (ACN: 084 656 691) and Bruno Wittwer and is therefore cover in the acquisition of intellectual property under this agreement.

Your immediate attention is required in this matter to assist us in expediting the application process.

If you have any questions in relation to this matter please feel free to contact me.

Yours sincerely,

  
Greg Allen.

22/06/01

3/81 Guthrie Street Osborne Park WA 6017 Australia  
PO Box 743 Scarborough WA 6922 Australia  
Telephone +61 8 9204 1521 Facsimile +61 8 9204 1519  
Freecall 1800 454 161 Email [info@sesltd.com.au](mailto:info@sesltd.com.au)  
Website [www.sesltd.com.au](http://www.sesltd.com.au) ABN 27 084 656 691

**Subject** : FWD: FWD: Patent application  
**Date** : Tue, 21 Aug 2001 14:11:00 +0800  
**Linked to** : Bruno Wittwer  
**From** : AMASLIN <GoldMine User>  
**To** : BEDDINGT <GoldMine User>

—— Forwarded Message ——

**FROM:** GALLEN <GoldMine User>  
**TO:** AMASLIN <GoldMine User>  
**DATE:** Wed, 15 Aug 2001 08:03:08 +0800

**RE:** FWD: Patent application

—— Forwarded Message ——

**FROM:** "Bruno Wittwer" <[bitt@perthpcug.org.au](mailto:bitt@perthpcug.org.au)>  
**TO:** "Greg Allen" <[gallen@sesltd.com.au](mailto:gallen@sesltd.com.au)>  
**DATE:** Tue, 14 Aug 2001 22:42:21 +0800

**RE:** Patent application

Dear Greg,

Responding to your latest request regarding the signing of "Assignment of US Right to corporation" and the "Declaration of Power of Attorney for Patent Application", I would like to make the following points:

1) I am not prepared to corresponded with Lawyers and Solicitors as I do not understand their jargon, and I am not prepared to be belittled by their command of English. English is still a foreign language to me and I do not fully understand the meaning of their letters, therefor reject to respond to their letters.

2) I made a contract on the 22 Jan 1999 with Anthony Maslin a former neighbour of mine who also promised "I look after you mate" and for that reason would like to deal with him directly. He is now Managing Director of SES.

I honoured the agreement between myself and SES to the last detail in all honesty. My business including all information, "intellectual property" and technical know-how is well and truly in SES's name and the transfer of my knowledge that was part of my business is complete.

Most certainly, your decision to run the business without further impute from me is proof enough that the business transfer is complete and that I have nothing to offer to SES. I have no control of what happened to patent applications hence I need to be fully informed before I can sign this forms.

I totally and utterly reject your allegations of being misleading or deceptive at any time - and everyone of the founding members of SES is well aware of my honesty, openness and indeed outspokenness.

As far as I am concerned, SES may take out any patent it likes in SES' own right and in SES's own name. The Agreement of the 22/01/99 does not contain any obligation for me to lodge an patent application. This Agreement was made in Australia and for Australia only with exception of the paragraphs regarding the South African company "Conlog".

3) I'm uncertain of the risks signing documents such as "Assignment of US Right to corporation" and the "Declaration of Power of Attorney for Patent Application" and of possible consequences.

I therefor do not regard it as unjustified to ask for a sum of money as there are no Royalty payments in place. You are aware of the reservations the first patent attorney made regarding the patentability of the Poly Piston Pump (from memory Anthony Maslin showed me one day a patent application from the eighties regarding a Piston Pump?) and I made the founding members of SES aware right from the beginning that it may not be patentable because it has been in the public arena for some time. Prior signing the Agreement of January '99, Robert Schlegel and myself went to talk to an patent attorney to get some information about the possibility of acquiring full patents for any of the my products.

4) If I was to sign the documents in question I would firstly need to be satisfied that it is not against the patent law or any other law to do so.

Secondly that I would not only need to be indemnified by SES for any consequences, but I would require a contract with SES to mak certain that SES bears all risks and foreseeable and unforeseeable consequences about:blank

21/08/01

possible. And that is takes full responsibility for the application of such patent. Further that SES is responsible to cover any law suit may arise against me as a result of such patent.

Conditions to look into this documents:

- a) Point one and two of my e-mail dated 9.7. 01. still have to be resolved.
- b) A deposit of \$ 5000. has to be payed into my account to cover my time spent on this matter. (Up to date 3 1/2 h)
- c) I need my 1 666 666 options released for trading immediately.
- d) I want you to assign all rights of the Air Pump design to me in writing, as you declared having no interest in it's design or application.
- e) SES has to pay for a patent attorney of my free choice to check up on the patent applications.
- f) SES has to pay for a Solicitor of my free choice to draw up a contract
- g) SES has to pay an amount of money to sell the products in America or if required worldwide.
- h) SES has to take all responsibility and consequences as drawn up in a contract.

Regards B. Wittwer